

SECRET

DPD-0382-60

14 January 1960

MEMORANDUM FOR THE RECORD

SUBJECT : Lockheed Aircraft Corporation - Contract
No. SP-1914

1. This Memorandum contains a recommendation submitted for concurrence of the undersigned. Such recommendation is contained in Paragraph 3.

2. Contract No. SP-1914 covered procurement of 30 U-2 Aircraft and related equipment. Lockheed Aircraft Corporation subcontracted with Lear, Inc. for Mach Controllers. Due to changes LAC modified the type of Controllers to be furnished and cancelled part of their requirement. Lear, Inc. submitted a claim in the amount of \$13,549.64. The Air Force Auditor questioned \$7,592 of the Lear settlement proposal. Details of the Auditor's comments are attached. Letters of 15 and 31 December 1959 from LAC regarding reduction in the Lear Proposal in the amount of \$3,279.07 or a final price of \$10,270.57 are also attached.

3. In view of the reduction, and considering the cost of conducting an audit of Lear's records, it is felt that acceptance of this offer is in the best interests of the Government and is hereby recommended.

25X1A

Contracting Officer, DPD

CONCUR:

25X1A

Controller, DPD

25X1A

Office of General Counsel

DPD-DD/P: [redacted] :pf

25X1A

Distribution:

- 1 - SP-1914 (Prop. Sec.)
- 1 - Finance, DPD
- 1 - Chrono, DPD

DPD-0381-60

14 January 1960

Dear Hal:

Reference is made to your letters of 15 and 31 December 1959, regarding the final settlement of the claim of your subcontractor, Lear, Inc., under contract No. SP-1914.

Settlement in the amount of \$10,270.57 is approved and you may proceed to finalize the Lear claim accordingly. This will be reflected at a later date in an Amendment to SP-1914.

Very truly yours,

Don

25X1A

DPD-DD/P: [REDACTED]:pf

Distribution:

STATOTHR

- 1 - [REDACTED], LAC
- 1 - SP-1914 (Prop. Sec.)
- X - Finance/DPD
- 1 - [REDACTED]
- 1 - Chrono, DPD

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